

SENATE BILL 226

Unofficial Copy  
B2

2001 Regular Session  
(11r0331)

**ENROLLED BILL**  
-- Budget and Taxation/Appropriations --

Introduced by **Senator Ruben**

Read and Examined by Proofreaders:

\_\_\_\_\_  
Proofreader.

\_\_\_\_\_  
Proofreader.

Sealed with the Great Seal and presented to the Governor, for his approval this  
\_\_\_\_ day of \_\_\_\_\_ at \_\_\_\_\_ o'clock, \_\_\_\_ M.

\_\_\_\_\_  
President.

CHAPTER \_\_\_\_\_

1 AN ACT concerning

2 **Creation of a State Debt - Montgomery County - Hillandale Center**

3 FOR the purpose of authorizing the creation of a State Debt not to exceed ~~\$750,000~~  
4 ~~\$400,000~~ \$100,000, the proceeds to be used as a grant to the ~~Board of Directors~~  
5 ~~of the Centers for the Handicapped, Inc.~~ Board of Directors of CHI Centers, Inc.,  
6 for certain development or improvement purposes; providing for disbursement of  
7 the loan proceeds, subject to a requirement that the grantee provide and expend  
8 a matching fund; and providing generally for the issuance and sale of bonds  
9 evidencing the loan.

10 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF  
11 MARYLAND, That:

12 (1) The Board of Public Works may borrow money and incur indebtedness on  
13 behalf of the State of Maryland through a State loan to be known as the Montgomery  
14 County - Hillandale Center Loan of 2001 in a total principal amount equal to the  
15 lesser of (i) ~~\$750,000~~ \$400,000 \$100,000 or (ii) the amount of the matching fund  
16 provided in accordance with Section 1(5) below. This loan shall be evidenced by the

1 issuance, sale, and delivery of State general obligation bonds authorized by a  
2 resolution of the Board of Public Works and issued, sold, and delivered in accordance  
3 with §§ 8-117 through 8-124 of the State Finance and Procurement Article and  
4 Article 31, § 22 of the Code.

5 (2) The bonds to evidence this loan or installments of this loan may be sold as  
6 a single issue or may be consolidated and sold as part of a single issue of bonds under  
7 § 8-122 of the State Finance and Procurement Article.

8 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer  
9 and first shall be applied to the payment of the expenses of issuing, selling, and  
10 delivering the bonds, unless funds for this purpose are otherwise provided, and then  
11 shall be credited on the books of the Comptroller and expended, on approval by the  
12 Board of Public Works, for the following public purposes, including any applicable  
13 architects' and engineers' fees: as a grant to the ~~Board of Directors of the Centers for~~  
14 ~~the Handicapped, Inc.~~ Board of Directors of CHI Centers, Inc., (referred to hereafter  
15 in this Act as "the grantee") for the planning, design, repair, renovation,  
16 reconstruction, and capital equipping of a former elementary school, Hillandale  
17 Elementary, in Montgomery County, to be used to provide services to developmentally  
18 disabled children and adults.

19 (4) An annual State tax is imposed on all assessable property in the State in  
20 rate and amount sufficient to pay the principal of and interest on the bonds, as and  
21 when due and until paid in full. The principal shall be discharged within 15 years  
22 after the date of issuance of the bonds.

23 (5) Prior to the payment of any funds under the provisions of this Act for the  
24 purposes set forth in Section 1(3) above, the grantee shall provide and expend a  
25 matching fund. No part of the grantee's matching fund may be provided, either  
26 directly or indirectly, from funds of the State, whether appropriated or  
27 unappropriated. The fund may consist of real property, in kind contributions, or funds  
28 expended prior to the effective date of this Act. In case of any dispute as to the amount  
29 of the matching fund or what money or assets may qualify as matching funds, the  
30 Board of Public Works shall determine the matter and the Board's decision is final.  
31 The grantee has until June 1, 2003, to present evidence satisfactory to the Board of  
32 Public Works that a matching fund will be provided. If satisfactory evidence is  
33 presented, the Board shall certify this fact to the State Treasurer, and the proceeds of  
34 the loan shall be expended for the purposes provided in this Act.

35 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect  
36 June 1, 2001.

